

Federal Reserve System

§ 201.52

§201.6 General requirements.

(a) *Credit for capital purposes.* Federal Reserve credit is not a substitute for capital.

(b) *Compliance with law and regulation.* All credit extended under this part shall comply with applicable requirements of law and of this part. Each Federal Reserve Bank:

(1) Shall keep itself informed of the general character and amount of the loans and investments of depository institutions with a view to ascertaining whether undue use is being made of depository institution credit for the speculative carrying of or trading in securities, real estate, or commodities, or for any other purpose inconsistent with the maintenance of sound credit conditions; and

(2) Shall consider such information in determining whether to extend credit.

(c) *Information.* A Federal Reserve Bank shall require any information it believes appropriate or desirable to insure that paper tendered as collateral for advances or for discount is acceptable and that the credit provided is used in a manner consistent with this part.

(d) *Indirect credit for others.* No depository institution shall act as the medium or agent of another depository institution in receiving Federal Reserve credit except with the permission of the Federal Reserve Bank extending credit.

[58 FR 68514, Dec. 28, 1993]

§201.7 Branches and agencies.

Except as may be otherwise provided, this part shall be applicable to United States branches and agencies of foreign banks subject to reserve requirements under Regulation D (12 CFR part 204) in the same manner and to the same extent as depository institutions.

[58 FR 68514, Dec. 28, 1993]

§201.8 Federal Intermediate Credit Banks.

A Federal Reserve Bank may discount for any Federal Intermediate Credit Bank agricultural paper or notes payable to and bearing the endorsement of the Federal Intermediate Credit Bank that cover loans or advances made under subsections (a) and

(b) of section 2.3 of the Farm Credit Act of 1971 (12 U.S.C. 2074) and that are secured by paper eligible for discount by Federal Reserve Banks. Any paper so discounted shall have a period remaining to maturity at the time of discount of not more than nine months.

[58 FR 68514, Dec. 28, 1993]

§201.9 No obligation to make advances or discounts.

A Federal Reserve Bank shall have no obligation to make, increase, renew, or extend any advance or discount to any depository institution.

[58 FR 68514, Dec. 28, 1993]

§201.51 Adjustment credit for depository institutions.

The rates for adjustment credit provided to depository institutions under §201.3(a) are:

Federal Reserve Bank	Rate	Effective
Boston	5.00	February 1, 1996.
New York	5.00	January 31, 1996.
Philadelphia	5.00	January 31, 1996.
Cleveland	5.00	January 31, 1996.
Richmond	5.00	February 1, 1996.
Atlanta	5.00	January 31, 1996.
Chicago	5.00	February 1, 1996.
St. Louis	5.00	February 5, 1996.
Minneapolis	5.00	January 31, 1996.
Kansas City	5.00	February 1, 1996.
Dallas	5.00	January 31, 1996.
San Francisco	5.00	January 31, 1996.

[Reg. A, 61 FR 5926, Feb. 15, 1996]

§201.52 Extended credit for depository institutions.

(a) *Seasonal credit.* The rate for seasonal credit extended to depository institutions under §201.3(b) is a flexible rate that takes into account rates on market sources of funds, but in no case will the rate charged be less than the rate for adjustment credit as set out in §201.51.

(b) *Extended credit.* For extended credit to depository institutions under §201.3(c), for credit outstanding for more than 30 days, a flexible rate will be charged that takes into account rates on market sources of funds, but in no case will the rate charged be less than the rate for adjustment credit, as set out in §201.51, plus one-half percentage point. At the discretion of the